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The Honorable Shira A. Scheindlin United States District Judge United States District Court Southern District of New York Moynihan U.S. Courthouse 500 Pearl Street New York, NY 10007

Adola M. DeWolf et al. v. Countrywide Financial Corporation et al., Case No. 07 Civ. 4072 (\$A\$)

Dear Judge Scheindlin,

We represent the plaintiffs in the above-referenced case, which is currently on a suspense docket as of our last conference on January 4, 2008. We were directed to provide you with a status report in July. We write to extend the placement of this case on the suspense docket until October, 2008. Over the past few mondis we have continued to discuss settlement with defendants. Given the recent progress, both sides would like this case to remain on the suspense docket.

Throughout this process, as previously discussed with the Court, our goal was to create an industry-wide solution to the problems facing unmerried domestic partners, more specifically sume-sex domestic partners, in mongage transactions similar to those described in our Complaint. Therefore, at defendants' counsel's request, Fannie Mac, a leader in the mortgage industry, became involved in our negotiations.

We believe we are close to a resolution, with an announcement from Fannie Mae expected by the end of September 2008 signaling a change in their servicing guidelines that touch on the heart of this action. The new guidelines will allow a person to add a domestic partner as an additional obligor and titleholder without miggering the "due-on-sale clause." The changed

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Cal suspend locket but on update must be submitted

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Southern District of New York United States Courthouse 500 Pearl Street, Room 750 New York, New York 10007

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